

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-01997A
Adaman Mutual Water Company
16251 W Glendale Ave
Litchfield Park, AZ 85340

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
----	----	------

RECEIVED

ARIZONA CORP COM
UTILITIES

FOR COMMISSION USE

ANN 04	07
--------	----

PROCESSED BY:

4-14-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Adaman Mutual Water Company</u>		
Mailing Address <u>16251 W. Glendale Avenue</u> (Street)		
<u>Litchfield Park,</u> (City)	<u>AZ</u> (State)	<u>85340</u> (Zip)
<u>623 935-2837</u> Telephone No. (Include Area Code)	<u>623 935-1236</u> Fax No. (Include Area Code)	<u>602 390-3167</u> Pager/Cell No. (Include Area Code)
Email Address <u>adaman@airtelbb.com</u>		
Local Office Mailing Address <u>Same</u> (Street)		
<u>Same</u> (City)	<u>Same</u> (State)	<u>Same</u> (Zip)
<u>Same</u> Local Office Telephone No. (Include Area Code)	<u>Same</u> Fax No. (Include Area Code)	<u>Same</u> Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>David Schofield</u> (Name)			<u>General Manager/Treasurer</u> (Title)		
<u>Same as above</u> (Street)			<u>Same as above</u> (City)	<u>Same as above</u> (State)	<u>Same as above</u> (Zip)
<u>Same as above</u> Telephone No. (Include Area Code)		<u>Same as above</u> Fax No. (Include Area Code)		<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____					
On Site Manager: _____ (Name)					
<u>Same as above</u> (Street)		<u>Same as above</u> (City)	<u>Same as above</u> (State)	<u>Same as above</u> (Zip)	
<u>Same as above</u> Telephone No. (Include Area Code)		<u>Same as above</u> Fax No. (Include Area Code)		<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____					

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: David Schofield

(Name)

16251 W. Glendale Avenue

(Street)

Litchfield Park, AZ 85340

(City)

(State)

(Zip)

623 935-2837

Telephone No. (Include Area Code)

623 935-1236

Fax No. (Include Area Code)

602 390-3167

Pager/Cell No. (Include Area Code)

Attorney: Norman D. James

(Name)

3003 N. Central Avenue #2600 Phoenix, AZ 85012-2913

(Street)

(City)

(State)

(Zip)

602 916-5000

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) Non Profit Corporation

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

ADAMAN MUTUAL WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,053	10,053	-0-
307	Wells and Springs	237,059	131,327	105,732
311	Pumping Equipment	84,040	77,377	6,663
320	Water Treatment Equipment	12,181	12,008	173
330	Distribution Reservoirs and Standpipes	45,548	22,964	22,584
331	Transmission and Distribution Mains	288,132	195,554	92,578
333	Services			
334	Meters and Meter Installations	55,383	42,646	12,737
335	Hydrants	2,541	1,663	878
336	Backflow Prevention Devices	574	509	65
339	Other Plant and Misc. Equipment	5,610	5,603	7
340	Office Furniture and Equipment	2,561	1,603	958
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3,413	333
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	747,428	504,720	242,708

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	237,059	3	6,187
311	Pumping Equipment	84,040	3	2,222
320	Water Treatment Equipment	12,181	2	206
330	Distribution Reservoirs and Standpipes	45,548	5	2,277
331	Transmission and Distribution Mains	288,132	3	7,473
333	Services			
334	Meters and Meter Installations	56,714	10	6,119
335	Hydrants	2,541	10	254
336	Backflow Prevention Devices	574	10	57
339	Other Plant and Misc. Equipment	5,610	5	280
340	Office Furniture and Equipment	2,561	20	512
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3	97
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	738,706		25,684

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 174,795	\$ 96,281
134	Working Funds		
135	Temporary Cash Investments		146,924
141	Customer Accounts Receivable	20,150	18,524
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	4,763	8,214
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 199,708	\$ 269,943
	FIXED ASSETS		
101	Utility Plant in Service	\$ 738,463	\$ 747,428
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	478,159	504,720
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 260,304	\$ 242,708
	TOTAL ASSETS	\$ 460,012	\$ 512,651

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 18,954	\$ 9,653
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	1,985	610
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	2,493	2,895
	TOTAL CURRENT LIABILITIES	\$ 23,432	\$ 13,158
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	91,158	87,019
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	21,385	21,385
272	Less: Amortization of Contributions	12,723	13,625
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 99,820	\$ 94,779
	TOTAL LIABILITIES	\$ 123,252	\$ 107,937
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,503	\$ 2,503
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	334,257	402,211
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 336,760	\$ 404,714
	TOTAL LIABILITIES AND CAPITAL	\$ 460,012	\$ 512,651

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 299,638	\$ 293,104
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 299,638	\$ 293,104
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 84,375	\$ 90,150
610	Purchased Water	1,857	18
615	Purchased Power	32,526	33,502
618	Chemicals	3,556	2,673
620	Repairs and Maintenance	37,682	18,191
621	Office Supplies and Expense	4,373	5,282
630	Outside Services	24,093	12,156
635	Water Testing	4,965	3,930
641	Rents	8,400	8,400
650	Transportation Expenses	7,670	7,660
657	Insurance – General Liability	4,007	5,102
659	Insurance - Health and Life	3,455	
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	5,382	5,235
403	Depreciation Expense	24,770	25,684
408	Taxes Other Than Income		
408.11	Property Taxes	11,478	9,546
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 258,589	\$ 227,529
	OPERATING INCOME/(LOSS)	\$ 41,049	\$ 65,575
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 1,476	\$ 5,500
421	Non-Utility Income	908	714
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	1,155	87
	TOTAL OTHER INCOME/(EXPENSE)	\$ 1,229	\$ 6,127
	NET INCOME/(LOSS)	\$ 42,278	\$ 71,702

COMPANY NAME ADAMAN MUTUAL WATER COMPANY

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 23,612,70

Meter Deposits Refunded During the Test Year \$ 4,210.70

COMPANY NAME ADAMAN MUTUAL WATER COMPANY		
Name of System	07001	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-620807	100	550	1089	14" @ 602' 12" @ 756'	6"	1979

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	3	
15	1		
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	3,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	ADAMAN MUTUAL WATER COMPANY	
Name of System	07001	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	APC & pvc	38,769
5		
6	PVC	21,305
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	31
3/4	40
1	138
1 1/2	32
2	11
Comp. 3	
Turbo 3	3
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

5 GPH CHEMICAL METERING PUMPS
 100 Gallon solution tank
 Chlorine residual test kit
 Sand Filters
 Chlorine house

STRUCTURES:

Fences, Signs

OTHER:

Power generator
 Computer Eqpt & software
 Tools
 Pumping Eqpt

Well
Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME ADAMAN MUTUAL WATER COMPANY YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 10,512.03

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

ADAMAN MUTUAL WATER CO.

16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837

MERIDIAN BANK
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323

91-499/1221

14333

DATE
Mar 2, 2007

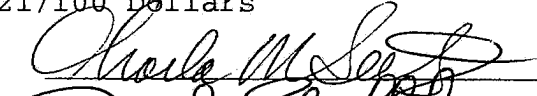

AMOUNT
****\$5,739.21

PAY
TO THE
ORDER
OF

Memo:

Five Thousand Seven Hundred Thirty-Nine and 21/100 Dollars

Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003



AUTHORIZED SIGNATURE

⑈014333⑈ ⑆122104994⑆ ⑈2100019723⑈

⑈0000573921⑈

402800
14466
DATE Sep 28, 2007 AMOUNT *****\$193.93
d Ninety-Three and 93/100 Dollars
Others Chemical
Main Street
CA 92867
14466
10/2/2007 \$193.93

14467
DATE Sep 28, 2007 AMOUNT *****\$3,478.39
Memo:
Three Thousand Four Hundred Seventy-Eight and 39/100 Dollars
Maricopa Water District
P. O. Box 900
Maddell, AZ 85355
14467
10/3/2007 \$3,478.39

MUTUAL WATER CO.
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323
91-499/1221
14468
DATE Sep 28, 2007 AMOUNT *****\$2,999.35
d Nine Hundred Ninety-Nine and 35/100 Dollars
LC
Litchfield Road
0
AZ 85395
14468
10/4/2007 \$2,999.35

ADAMAN MUTUAL WATER CO.
16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837
91-499/1221
14469
DATE Sep 28, 2007 AMOUNT *****\$147.70
Memo:
One Hundred Forty-Seven and 70/100 Dollars
Navajo Pump & Supply Co.
P. O. Box 798
Tolleson, AZ 85353
14469
10/2/2007 \$147.70

MUTUAL WATER CO.
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323
91-499/1221
14470
DATE Sep 28, 2007 AMOUNT *****\$134.00
d Thirty-Four and 00/100 Dollars
arlock & Applewhite
h Central Avenue
00
AZ 85004-4417
14470
10/2/2007 \$134.00

ADAMAN MUTUAL WATER CO.
16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837
91-499/1221
14471
DATE Oct 5, 2007 AMOUNT *****\$8,388.38
Memo:
Eight Thousand Three Hundred Eighty-Eight and 38/100 Dollars
Adamant I.W.D.D. No. 36
16251 W. Glendale Avenue
Litchfield Park, AZ 85340
14471
10/9/2007 \$8,388.38

MUTUAL WATER CO.
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323
91-499/1221
14472
DATE Oct 5, 2007 AMOUNT *****\$2,096.72
d Ninety-Six and 72/100 Dollars
Department of Revenue
c 29010
AZ 85038-9010
14472
10/10/2007 \$2,096.72

ADAMAN MUTUAL WATER CO.
16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837
91-499/1221
14473
DATE Oct 5, 2007 AMOUNT *****\$4,772.82
Memo:
Four Thousand Seven Hundred Seventy-Two and 82/100 Dollars
Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003
14473
10/10/2007 \$4,772.82

MUTUAL WATER CO.
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323
91-499/1221
14474
DATE Oct 5, 2007 AMOUNT *****\$14.00
00/100 Dollars
tz
14474
10/9/2007 \$14.00

ADAMAN MUTUAL WATER CO.
16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837
91-499/1221
14475
DATE Oct 5, 2007 AMOUNT *****\$638.36
Memo:
6900131882640001
Six Hundred Thirty-Eight and 36/100 Dollars
UHS Bank Consumer Loan
P. O. Box 17187
Denver, CO 80217-0187
14475
10/11/2007 \$638.36

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
David Schofield, General Manager
COMPANY NAME
ADAMAN MUTUAL WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

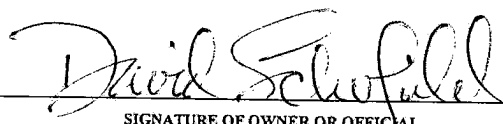
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL

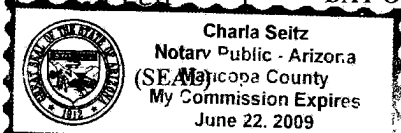
623 935-2837

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

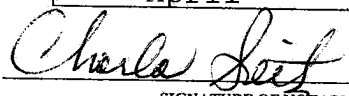
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF



MY COMMISSION EXPIRES June 22, 2009

COUNTY NAME
Maricopa
MONTH
April
2008


SIGNATURE OF NOTARY PUBLIC

COMPANY NAME _____ YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

NA

Federal Taxable Income Reported _____

Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____

Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____

Amount of Gross-Up Tax Collected _____

Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) David Schofield	TITLE General Manager
COMPANY NAME ADAMAN MUTUAL WATER COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES


\$ 136,448

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 3,245

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

623 935-2837

TELEPHONE NUMBER

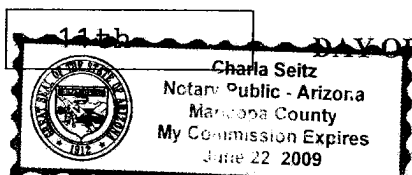
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

(SEAL)

MY COMMISSION EXPIRES June 22, 2009



NOTARY PUBLIC NAME Charla Seitz	
COUNTY NAME Maricopa	
MONTH April	2008

X 
SIGNATURE OF NOTARY PUBLIC

RECEIVED
JUL 14 2008
7:40 PM
CLERK OF SUPERIOR COURT

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>David Schofield, General Manager</u>
COMPANY NAME
<u>ADAMAN MUTUAL WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 312,278

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 19,174

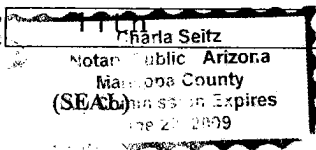
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME
<u>Maricopa</u>
MONTH <u>April</u> <u>20</u> - <u>08</u>
<u>Charla Seitz</u>
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 22, 2009